Michigan Department of Community Health Fiscal Year 2006 Free Clinic Funding Summary Report

In fiscal year 2006, \$250,000 was allocated to the Michigan Department of Community Health (MDCH) for equal distribution among free clinic organizations serving Michigan's indigent population. The Health Planning and Access to Care Section within the MDCH Health Policy, Regulations, & Professions Administration developed eligibility criteria for the funds, oversaw the application process, and managed purchase order agreements with those clinics awarded funding.

MDCH, in collaboration with Free Clinics of Michigan (FCOM), developed eligibility criteria for the grant awards. Eligible clinics met the following criteria:

- A free clinic must be a nonprofit organization that uses volunteer clinicians to provide health care to uninsured patients.
- The clinic must have 501(c)(3) or other nonprofit status.
- The majority of providers on staff must be volunteers.
- Services provided must be free of charge.
- Clients served must be uninsured for the services provided.
- Less than 25% of total clinic revenue can be 3rd party or government funding.

Utilizing an FCOM directory of free clinic organizations, funding applications were distributed to 47 potential free clinic organizations throughout Michigan. The application period ran from February 10, 2006 to March 3, 2006. Given the limited grant writing resources of most applicant organizations, MDCH staff was available to assist clinics in completing the application.

38 applicants met the established criteria for funding and each of the 38 eligible organizations received an award of \$6,578.94. For a complete list of grantees, see the attached Appendix.

The 38 funded free clinic organizations were located in 27 counties across Michigan. Counties with multiple grantees include Kent (2 grantees), Macomb (2 grantees), Oakland (3 grantees), Washtenaw (2 grantees), and Wayne (7 grantees).

Figure 1. Distribution of Funded Free Clinic Age by Total Years of Operation in 2006

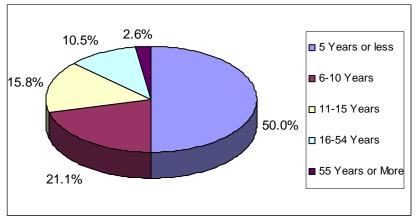


Figure 1 illustrates the percentage distribution of funded free clinics in 5 age groupings (0-5, 6-10, 11-15, 16-54, and 55 years or more in operation). 5 year intervals were not used for last two age groups due to the limited number of clinics within those ranges.

Funded organizations ranged in terms of years of operation from within their first year open, to in their 56th year providing care to the uninsured. Half of the funded organizations had been open 5 or fewer years. 21% had been open more than 5 but fewer than 10 years, 16% had been open more than 10 but fewer than 15 years, and 13% had been open more than 15 years. Three funded organizations had been open 30 or more years.

According to information offered in the application process, funded organizations provide health care services during more than 7,500 uninsured visits a month. The range of patient care services offered varies between clinics, but can include more than 13 healthcare services. The most common services offered by funded free clinics include lab testing (92%), prescription assistance (92 %), and provision of glucometer strips (79%). Other services offered include but may not be limited to: x-rays, minor emergency care, ongoing primary care, mental health counseling, employment physicals, dental care, health education classes, and specialty clinics.

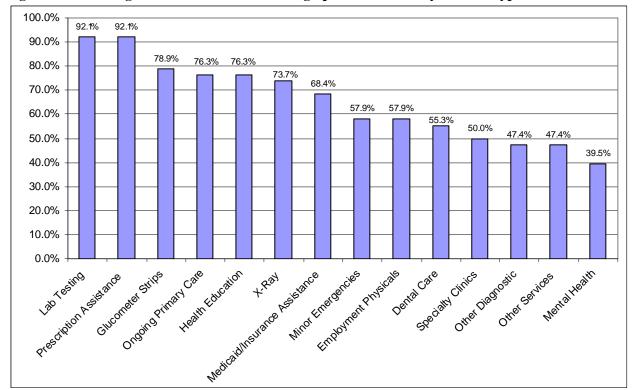


Figure 2. Percentage of Funded Clinics Offering Specific Services by Service Type

Figure 2 illustrates the difference in frequency by which certain services are offered among funded free clinic organizations. For each service, the percentage shown represents the proportion of funded free clinics that reported offering that specific service.

Budget information provided by applicant clinics indicated a significant range in financial resources across the clinics. For some clinics, the MDCH grant award was equal to or greater than the expected revenue for the year. For other organizations, the MDCH grant award constituted a relatively small percentage of the anticipated revenue.

Required reporting on grant expenditures indicated that the majority of funding through MDCH was used to support basic operational costs. 84% of funded agencies reported using a portion of the grant award toward clinical care expenses including prescription assistance programs and supplements to clinical staff. 63% of funded agencies reported using a portion of the funds toward durable medical equipment and other medical and lab testing supplies. 53% of funded agencies reported using a portion of the funds toward administrative expenses including office equipment, and administrative services and salaries.

Expenditure reporting also indicated that MDCH funding was used by some organizations for expansion of hours of operation, increasing the scope of services offered, and establishment of new programs and/or services. 21% of funded agencies reported use of the funds towards expanding staff and/or clinic hours of operation or adding new services. MDCH funds were also listed as contributing (in combination with other funding sources) to the establishment of 3 new patient programs at three separate free clinic organizations. The new patient programs included a comprehensive social work program, a new patient education program in chronic disease management, and a new dental and eye care program.

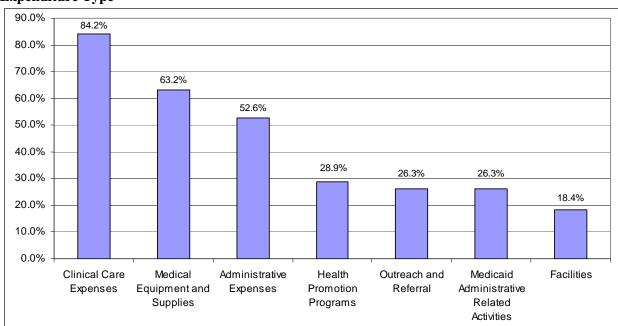


Figure 3. Percentage of Clinics Using MDCH Funding Towards Specific Expenditures by Expenditure Type

Figure 3 illustrates the difference in frequency of free clinic utilization of MDCH funds by the type of expense paid for with MDCH funds. Free clinic organizations often reported use of MDCH funds for multiple expenditure types and the percentages shown represent the percentage of all funded clinics reporting use of the funds for that particular expenditure type. Percentages shown above should not necessarily add to 100%.

For further information regarding the Michigan Department of Community Health Free Clinic Funding program please contact:

Ian A. Horste, M.P.H.
Primary Care Workforce Analyst

Phone: 517-241-9947

E-mail: horstei@michigan.gov

Facsimile: 517-241-1200

Appendix. Funded Free Clinic Organizations in Fiscal Year 2006

AuSable Free Clinic, Inc.

1100 E. Michigan Ave Grayling, MI 49738

Cabrini Clinic

1050 Porter Street Detroit, MI 48226-2405

Cadillac Area Community Health

Clinic

400 Hobart St Cadillac, MI 49601

Cass County Free Health Clinic

400 W. Division, P.O. Box 378 Dowagiac, MI 49047

Catherine's Care Center

224 Carrier NE Grand Rapids, MI 49505

Community Action Agency Clinic

400 West South Street Adrian, MI 49221

Community Free Clinic

820 Arlington Ave, Suite 6 Petoskey, MI 49770

Community Health Access Coalition

(CHAC)

1108 Kimball Street, STE 2 Sault Ste Marie, MI 49783

Covenant Community Care

559 W. Grand Boulevard Detroit, MI 48216

Dr. Albert B. Cleage, Sr. Memorial **Health Center**

8045 Second Avenue Detroit, MI 48202-2427

Faith Community Free Clinic

P.O. Box 565 Delton, MI 49046

First Presbyterian Church Health Clinic

2918 Portage St Kalamazoo, MI 49001

Fountain Clinic

111 N. Jefferson, STE 1 Marshall, MI 49068

Free Medical Clinic, Inc. dba/Community Health Clinic

3147 Logan Valley Rd Traverse City, MI 49686

Gary Burnstein Community Health

Clinic 90 University

Pontiac, MI 48342

Genesee County Free Medical Clinic

2437 Welch Flint, MI 48504

Health Intervention Services, Inc.

15 Andre SE

Grand Rapids, MI 49507

Healthy Futures

800 S Washington Saginaw, MI 48601

Helen M. Nickless Volunteer Clinic

1900 Columbus Avenue Bay City, MI 48708

Holland Free Health Clinic (HFHC)

99 W. 26th Street Holland, MI 49423

Hope Medical Clinic, Inc.

P.O. Box 980311 Ypsilanti, MI 48198-0311

HUDA Clinic (Health Unit on Davison County-Health Clinic

Ave)

1605 W. Davison Ave Detroit, MI 48238

Joy-Southfield Health Center

18700 Jov Road Detroit, MI 48228

Loving Hands Health Clinic

P.O. Box 1146 Lapeer, MI 48446

MAPI Charitable Clinic

1900 Sherwood Glen Bloomfield Hills, MI 48302

MAPI Free Clinic

12701 Telegraph Taylor, MI 48180 Medical Care Access Coalition, Inc.

1414 W. Fair Avenue, Suite 26

Marquette, MI 49855

Medical Outreach Clinic (MOC)

1000 Harrington Blvd Mt. Clemens, MI 48043

Mercy Place Clinic

55 Clinton St Pontiac, MI 48342

Neighbor Caring for Neighbors Clinics

58944 Old Van Dyke

Washington Twp, MI 48094

Northern Care Center

224 North Main Street Cheboygan, MI 49721

Peoples' Clinic for Better Health

3110 Goulden St Port Huron, MI 48060

Presbyterian Health Clinic of Branch

County

52 Marshall Street Coldwater, MI 49036

Riverside Health Clinic

207 E. Michigan Ave, P.O. Box 117 Three Rivers, MI 49093

Shelter Association of Washtenaw

P.O. Box 7370 Ann Arbor, MI 48107

St. Luke's Clinic

124 N. Elm Ave, P.O. Box 4123

Jackson, MI 49204

St. Peter's Free Clinic of Hillsdale

County, Inc.

3 N. Broad Street Hillsdale, MI 49242

St. Vincent de Paul Health Center

16000 Pembroke Detroit, MI 48235